

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5095-02  
Bill No.: Perfected HB 1359  
Subject: State Employees; Contracts and Contractors; Employees- Employers; Business and Commerce  
Type: #Updated  
Date: April 25, 2012  
# Updated fiscal estimate from Department of Elementary and Secondary Education

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Bill Summary: This proposal prohibits state employees who are decision makers on state contracts from being employed by the entity contracted with for at least two years from the date when the contract was initiated.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
#General Revenue	(\$45,000)	(\$45,000)	(\$45,000)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$45,000)</b>	<b>(\$45,000)</b>	<b>(\$45,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ # Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

#### Section 34.400 State Contracts

Officials at the **Department of Conservation, Missouri Department of Transportation** and the **Office of Administration** assume there is no fiscal impact from this proposal.

#### Section 160.526 DESE Contract

Officials from the **Department of Elementary and Secondary Education** estimate contract costs of \$263,020 to complete the requirements of the proposal each year. The components of this cost can be broken down as follows:

Data Forensics by current vendors (estimates provided by current vendors) including eraser analysis and student answer pattern analysis = \$200,100.

Gain Score analysis by DESE/OA staff - 80 hours @\$55 per hour = \$4,400.

Assuming a 5% school building flag for follow-up based on the data forensics or gain score analysis results – 110 schools (5%) x 2 days(16 hours) @ \$266 per day = \$58,520.

#### # Department of Elementary and Secondary Education provided the following updated fiscal estimate.

DESE estimates costs of \$45,000 to complete the requirements of the proposal. The components of this cost can be broken down as follows:

Data Forensics by current vendors (estimates provided by current vendors) including eraser analysis for grades 3-8 would cost \$20,000. Gain Score analysis, which would look for abnormal improvements, would cost \$25,000 for grades 3-8.

Officials from the following school districts indicated no fiscal impact to their respective districts as a result of this proposed legislation: **Independence School District, Mexico School District, Parkway School District** and the **Special School District of St Louis County**.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
<b>GENERAL REVENUE</b>			
#Cost - Department of Elementary and Secondary Education - Contract costs	<u>(\$45,000)</u>	<u>(\$45,000)</u>	<u>(\$45,000)</u>
<b>#ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(\$45,000)</u></b>	<b><u>(\$45,000)</u></b>	<b><u>(\$45,000)</u></b>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2013 (10 Mo.)	 FY 2014	 FY 2015
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>
<u>FISCAL IMPACT - Small Business</u>			

No direct fiscal impact to small businesses would be expected as a result of this proposal.

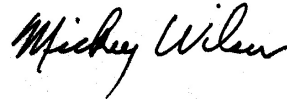
#### FISCAL DESCRIPTION

The State Board of Education shall, by contract, ensure that the results of each year's statewide student assessments are statistically analyzed to determine patterns showing unexpected increases or decreases localizable to a particular attendance center.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Conservation  
Department of Elementary and Secondary Education  
Independence School District  
Mexico School District  
Missouri Department of Transportation  
Office of Administration  
Parkway School District  
Special School District of St. Louis County

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA  
Director  
April 25, 2012